

ARIZONA CORPORATION COMMISSION
UTILITIES DIVISION

ANNUAL REPORT MAILING LABEL – MAKE CHANGES AS NECESSARY

W-0997A

Adaman Mutual Water Company
16251 W. Glendale Avenue
Litchfield Park, AZ 85340

RECEIVED

APR 10 2011

ACC UTILITIES DIRECTOR

ANNUAL REPORT
Water

FOR YEAR ENDING

12	31	2010
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FOR COMMISSION USE

ANN 04	10
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4-25-11

COMPANY INFORMATION

Company Name (Business Name) <u>ADAMAN MUTUAL WATER COMPANY</u>			
Mailing Address <u>16251 W. Glendale Avenue,</u>			
(Street)			
<u>LITCHFIELD PARK,</u>	<u>ARIZONA</u>	<u>85340</u>	
(City)	(State)	(Zip)	
<u>623 935-2837</u>	<u>623 935-1236</u>	<u>602 390-3167</u>	
Telephone No. (Include Area Code)	Fax No. (Include Area Code)	Cell No. (Include Area Code)	
Email Address <u>adamanwater@gmail.com</u>			
Local Office Mailing Address <u>SAME</u>			
(Street)			
(City)		(State)	(Zip)
Local Office Telephone No. (Include Area Code)		Fax No. (Include Area Code)	Cell No. (Include Area Code)
Email Address _____			

MANAGEMENT INFORMATION

<input type="checkbox"/> Regulatory Contact:			
<input type="checkbox"/> Management Contact: <u>DAVID SCHOFIELD</u> <u>GENERAL MANAGER</u>			
(Name)		(Title)	
<u>16251 W. Glendale Avenue</u>	<u>Litchfield Park</u>	<u>Arizona</u>	<u>85340</u>
(Street)	(City)	(State)	(Zip)
<u>623 935-2837</u>	<u>623 935-1236</u>	<u>602 390-3167</u>	
Telephone No. (Include Area Code)	Fax No. (Include Area Code)	Cell No. (Include Area Code)	
Email Address <u>adamanwater@gmail.com</u>			
On Site Manager: <u>SAME</u>			
(Name)			
(Street)		(City)	(State) (Zip)
Telephone No. (Include Area Code)		Fax No. (Include Area Code)	Cell No. (Include Area Code)
Email Address _____			

Statutory Agent: David Schofield

(Name)

16251 W. Glendale Avenue, Litchfield Park, AZ 85340

(Street)(City)(State)(Zip)

623 935-2837623 935-1236602 390-3167

Telephone No. (Include Area Code)Fax No. (Include Area Code)Cell No. (Include Area Code)

Attorney: Ryley Carlock & Applewhite

(Name)

One North Central Avenue, Suite 1200, Phoenix, AZ 85004-4417

(Street)(City)(State)(Zip)

602 258-7701602 257-9582

Telephone No. (Include Area Code)Fax No. (Include Area Code)Cell No. (Include Area Code)

Email Address

OWNERSHIP INFORMATION

Check the following box that applies to your company:

- ☐ Sole Proprietor (S)
- ☐ C Corporation (C) (Other than Association/Co-op)
- ☐ Partnership (P)
- ☐ Subchapter S Corporation (Z)
- ☐ Bankruptcy (B)
- ☐ Association/Co-op (A)
- ☐ Receivership (R)
- ☐ Limited Liability Company
- ☒ Other (Describe) Non-Profit Corporation

COUNTIES SERVED

Check the box below for the county/ies in which you are certificated to provide service:

- ☐ APACHE

☐ COCHISE

☐ COCONINO

☐ GILA

☐ GRAHAM

☐ GREENLEE

☐ LA PAZ

☒ MARICOPA

☐ MOHAVE

☐ NAVAJO

☐ PIMA

☐ PINAL

☐ SANTA CRUZ

☐ YAVAPAI

☐ YUMA

☐ STATEWIDE

UTILITY PLANT IN SERVICE

Acct. No.	DESCRIPTION	Original Cost (OC)	Accumulated Depreciation (AD)	O.C.L.D. (OC less AD)
301	Organization	110,814		110,814
302	Franchises			
303	Land and Land Rights			
304	Structures and Improvements	10,053	10,053	-0-
307	Wells and Springs	271,788	156,402	115,386
311	Pumping Equipment	84,040	80,809	3,231
320	Water Treatment Equipment	845,554	35,830	809,724
330	Distribution Reservoirs and Standpipes	45,548	28,796	15,752
331	Transmission and Distribution Mains	490,343	221,774	268,569
333	Services			
334	Meters and Meter Installations	68,636	55,601	13,035
335	Hydrants	2,541	2,333	203
336	Backflow Prevention Devices	965	600	365
339	Other Plant and Misc. Equipment	8,669	6,011	2,658
340	Office Furniture and Equipment	2,561	2,432	129
341	Transportation Equipment			
343	Tools, Shop and Garage Equipment	3,746	3,703	43
344	Laboratory Equipment			
345	Power Operated Equipment			
346	Communication Equipment			
347	Miscellaneous Equipment			
348	Other Tangible Plant			
	TOTALS	1,945,258	605,349	1,339,909

This amount goes on the Balance Sheet Acct. No. 108

CALCULATION OF DEPRECIATION EXPENSE FOR CURRENT YEAR

Acct. No.	DESCRIPTION	Original Cost (1)	Depreciation Percentage (2)	Depreciation Expense (1x2)
301	Organization	110,814		-0-
302	Franchises			
303	Land and Land Rights			
304	Structures and Improvements	10,053		-0-
307	Wells and Springs	271,788	1	3,834
311	Pumping Equipment	84,040	1	957
320	Water Treatment Equipment	845,554	4	1,985
330	Distribution Reservoirs and Standpipes	45,548	5	2,277
331	Transmission and Distribution Mains	490,343	2	10,810
333	Services			
334	Meters and Meter Installations	68,636	8	5,184
335	Hydrants	2,541	6	166
336	Backflow Prevention Devices	965	3	26
339	Other Plant and Misc. Equipment	8,669	5	401
340	Office Furniture and Equipment	2,561	8	220
341	Transportation Equipment			
343	Tools, Shop and Garage Equipment	3,746	3	98
344	Laboratory Equipment			
345	Power Operated Equipment			
346	Communication Equipment			
347	Miscellaneous Equipment			
348	Other Tangible Plant			
	TOTALS	1,945,258		25,958

This amount goes on the Comparative Statement of Income and Expense _____
 Acct. No. 403.

BALANCE SHEET

Acct No.	ASSETS	BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	CURRENT AND ACCRUED ASSETS		
131	Cash	\$ 19,361	\$ 13,483
134	Working Funds		
135	Temporary Cash Investments		
141	Customer Accounts Receivable	21,016	25,002
146	Notes/Receivables from Associated Companies		
151	Plant Material and Supplies		
162	Prepayments	10,783	1,720
174	Miscellaneous Current and Accrued Assets		
	TOTAL CURRENT AND ACCRUED ASSETS	\$ 51,160	\$ 40,205
	FIXED ASSETS		
101	Utility Plant in Service	\$ 1,877,284	\$ 1,945,258
103	Property Held for Future Use		
105	Construction Work in Progress		
108	Accumulated Depreciation – Utility Plant	580,843	637,510
121	Non-Utility Property		
122	Accumulated Depreciation – Non Utility		
	TOTAL FIXED ASSETS	\$ 1,296,441	\$ 1,307,748
	TOTAL ASSETS	\$ 1,347,601	\$ 1,347,953

NOTE: The Assets on this page should be equal to **Total Liabilities and Capital** on the following page.

COMPANY NAME	ADAMAN MUTUAL WATER COMPANY
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BALANCE SHEET (CONTINUED)

Acct. No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	LIABILITIES		
	CURRENT LIABILITES		
231	Accounts Payable	\$ 31,950	\$ 82,668
232	Notes Payable (Current Portion)	25,000	-0-
234	Notes/Accounts Payable to Associated Companies		
235	Customer Deposits	2,156	2,585
236	Accrued Taxes		
237	Accrued Interest		
241	Miscellaneous Current and Accrued Liabilities	2,690	1,282
	TOTAL CURRENT LIABILITIES	\$ 61,796	\$ 86,535
	LONG-TERM DEBT (Over 12 Months)		
224	Long-Term Notes and Bonds	\$ -0-	\$ -0-
	DEFERRED CREDITS		
251	Unamortized Premium on Debt	\$	\$
252	Advances in Aid of Construction	75,071	72,147
255	Accumulated Deferred Investment Tax Credits		
271	Contributions in Aid of Construction	820,462	814,388
272	Less: Amortization of Contributions	45,851	77,939
281	Accumulated Deferred Income Tax		
	TOTAL DEFERRED CREDITS	\$ 849,682	\$ 814,388
	TOTAL LIABILITIES	\$ 911,478	\$ 900,923
	CAPITAL ACCOUNTS		
201	Common Stock Issued	\$ 2,503	\$ 2,503
211	Paid in Capital in Excess of Par Value		
215	Retained Earnings	433,620	447,030
218	Proprietary Capital (Sole Props and Partnerships)		
	TOTAL CAPITAL	\$ 436,123	\$ 447,030
	TOTAL LIABILITIES AND CAPITAL	\$ 1,347,601	\$ 1,347,953

COMPANY NAME	ADAMAN MUTUAL WATER COMPANY
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COMPARATIVE STATEMENT OF INCOME AND EXPENSE

Acct. No.	OPERATING REVENUES	PRIOR YEAR	CURRENT YEAR
461	Metered Water Revenue	\$ 301,919	\$ 305,029
460	Unmetered Water Revenue		
474	Other Water Revenues		
	TOTAL REVENUES	\$ 301,919	\$ 305,029
	OPERATING EXPENSES		
601	Salaries and Wages	\$ 120,060	\$ 127,059
610	Purchased Water	245	2,792
615	Purchased Power	41,454	42,942
618	Chemicals	11,944	9,766
620	Repairs and Maintenance	38,022	13,412
621	Office Supplies and Expense	7,029	9,025
630	Outside Services	14,546	11,460
635	Water Testing	4,397	1,935
641	Rents	8,400	8,400
650	Transportation Expenses	17,402	14,787
657	Insurance – General Liability	6,913	6,813
659	Insurance - Health and Life	3,763	3,065
666	Regulatory Commission Expense – Rate Case		
675	Miscellaneous Expense	3,836	5,980
403	Depreciation Expense	23,726	25,956
408	Taxes Other Than Income		
408.11	Property Taxes	9,892	10,237
409	Income Tax		
	TOTAL OPERATING EXPENSES	\$ 311,679	\$ 293,629
	OPERATING INCOME/(LOSS)	\$ (9,760)	\$ 11,400
	OTHER INCOME/(EXPENSE)		
419	Interest and Dividend Income	\$ 1	\$ 1
421	Non-Utility Income	235	234
426	Miscellaneous Non-Utility Expenses		
427	Interest Expense	93	970
	TOTAL OTHER INCOME/(EXPENSE)	\$ 143	\$ (735)
	NET INCOME/(LOSS)	\$ (9,617)	\$ 10,655

SUPPLEMENTAL FINANCIAL DATA

Long-Term Debt

	LOAN #1	LOAN #2	LOAN #3	LOAN #4
Date Issued				
Source of Loan				
ACC Decision No.				
Reason for Loan				
Dollar Amount Issued	\$	\$	\$	\$
Amount Outstanding	\$	\$	\$	\$
Date of Maturity				
Interest Rate	%	%	%	%
Current Year Interest	\$	\$	\$	\$
Current Year Principle	\$	\$	\$	\$

Meter Deposit Balance at Test Year End

\$ 12,251.70

Meter Deposits Refunded During the Test Year

\$ 4,158.20

COMPANY NAME	ADAMAN MUTUAL WATER COMPANY
Name of System:	ADEQ Public Water System Number: 07001

WATER COMPANY PLANT DESCRIPTION

WELLS

ADWR ID Number*	Pump Horsepower	Pump Yield (gpm)	Casing Depth (Feet)	Casing Diameter (Inches)	Meter Size (inches)	Year Drilled
55-620807.0000	100	550	1089	14" 602" 12" 756"	6"	1979

* Arizona Department of Water Resources Identification Number

OTHER WATER SOURCES

Name or Description	Capacity (gpm)	Gallons Purchased or Obtained (in thousands)
ADAMAN I.W.D.D. NO 36	1250	1597

BOOSTER PUMPS		FIRE HYDRANTS	
Horsepower	Quantity	Quantity Standard	Quantity Other
10	1	3	
15	1		
30	1		

STORAGE TANKS		PRESSURE TANKS	
Capacity	Quantity	Capacity	Quantity
200,000	1	3,000	1

Note: If you are filing for more than one system, please provide separate sheets for each system.

COMPANY NAME ADAMAN MUTUAL WATER COMPANY

Name of System: ADEQ Public Water System Number: 07001

WATER COMPANY PLANT DESCRIPTION (CONTINUED)

MAINS

Size (in inches)	Material	Length (in feet)
2		
3		
4	ACP & PVC	34,920
5		
6	PVC	10,365
8	PVC	2,600
10		
12	PVC	160

CUSTOMER METERS

Size (in inches)	Quantity
5/8 X 3/4	26
3/4	36
1	143
1 1/2	30
2	14
Comp. 3	
Turbo 3	2
Comp. 4	
Turbo 4	1
Comp. 6	
Turbo 6	1

For the following three items, list the utility owned assets in each category for each system.

TREATMENT EQUIPMENT:

2 5GPH Chemical Metering Pumps

100 Gal Solution Tank

Chlorine Residual Test Kit

Sand Filters

Arsenic Treatment Plant

STRUCTURES:

Chlorine House

Fences, Signs

OTHER:

Power Generator

Meters

Computer Eqpt and Software

Tools

Pumping Eqpt

Well

Note: If you are filing for more than one system, please provide separate sheets for each system.

COMPANY NAME:	ADAMAN MUTUAL WATER COMPANY
Name of System:	ADEQ Public Water System Number: 07001

UTILITY SHUTOFFS / DISCONNECTS

MONTH		Termination without Notice R14-2-410.B	Termination with Notice R14-2-410.C	OTHER
JANUARY				
FEBRUARY				
MARCH				
APRIL			1	
MAY				
JUNE				
JULY			1	
AUGUST				
SEPTEMBER				
OCTOBER			1	
NOVEMBER				
DECEMBER				
TOTALS →				

OTHER (description):

PROPERTY TAXES

Amount of actual property taxes paid during Calendar Year 2010 was: \$ 10,064.93

Attach to this annual report proof (e.g. property tax bills stamped “paid in full” or copies of cancelled checks for property tax payments) of any and all property taxes paid during the calendar year.

If no property taxes paid, explain why.

**VERIFICATION
AND
SWORN STATEMENT**
Taxes

RECEIVED
APR 19 2011
ACC UTILITIES DIRECTOR

VERIFICATION

STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME) <u>MARICOPA</u>
NAME (OWNER OR OFFICIAL) TITLE <u>David Schofield, General Manager</u>
COMPANY NAME <u>ADAMAN MUTUAL WATER COMPANY</u>

DO SAY THAT THIS ANNUAL UTILITY PROPERTY TAX AND SALES TAX REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

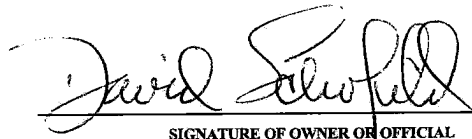
MONTH	DAY	YEAR
12	31	2010

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

I HEREBY ATTEST THAT ALL PROPERTY TAXES FOR SAID COMPANY ARE CURRENT AND PAID IN FULL.

I HEREBY ATTEST THAT ALL SALES TAXES FOR SAID COMPANY ARE CURRENT AND PAID IN FULL.



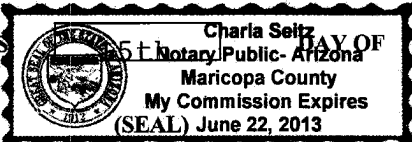
SIGNATURE OF OWNER OR OFFICIAL

623 935-2837

TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS  **15th DAY** OF **MAY**

COUNTY NAME <u>Maricopa</u>
MONTH <u>April</u> YEAR <u>2011</u>



SIGNATURE OF NOTARY PUBLIC

MY COMMISSION EXPIRES JUNE 22, 2013

INCOME TAXES

For this reporting period, provide the following:

Federal Taxable Income Reported	_____
Estimated or Actual Federal Tax Liability	_____
State Taxable Income Reported	_____
Estimated or Actual State Tax Liability	_____
Amount of Grossed-Up Contributions/Advances:	
Amount of Contributions/Advances	_____
Amount of Gross-Up Tax Collected	_____
Total Grossed-Up Contributions/Advances	_____

Decision No. 55774 states, in part, that the utility will refund any excess gross-up funds collected at the close of the tax year when tax returns are completed. Pursuant to this Decision, if gross-up tax refunds are due to any Payer or if any gross-up tax refunds have already been made, attach the following information by Payer: name and amount of contribution/advance, the amount of gross-up tax collected, the amount of refund due to each Payer, and the date the Utility expects to make or has made the refund to the Payer.

CERTIFICATION

The undersigned hereby certifies that the Utility has refunded to Payers all gross-up tax refunds reported in the prior year’s annual report. This certification is to be signed by the President or Chief Executive Officer, if a corporation; the managing general partner, if a partnership; the managing member, if a limited liability company or the sole proprietor, if a sole proprietorship.

_____ SIGNATURE	_____ DATE
_____ PRINTED NAME	_____ TITLE

**VERIFICATION
AND
SWORN STATEMENT
Intrastate Revenues Only**

VERIFICATION

STATE OF Arizona
I, THE UNDERSIGNED
OF THE

COUNTY OF (COUNTY NAME)
<u>Maricopa</u>
NAME (OWNER OR OFFICIAL) TITLE
<u>David Schofield, General Manager</u>
COMPANY NAME
<u>Adaman Mutual Water Company</u>

RECEIVED
APR 19 2011
ACCUITIES DIRECTOR

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION
FOR THE YEAR ENDING

MONTH	DAY	YEAR
12	31	2010

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENT OF TITLE 40, ARTICLE 8, SECTION 40-401, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS DURING CALENDAR YEAR 2010 WAS:

Arizona Intrastate Gross Operating Revenues Only (\$)

\$ 326,903

(THE AMOUNT IN BOX ABOVE
INCLUDES \$ 21,874
IN SALES TAXES BILLED, OR COLLECTED)

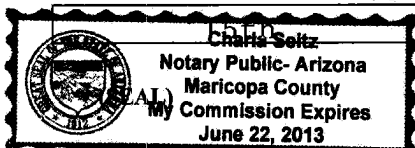
****REVENUE REPORTED ON THIS PAGE MUST INCLUDE SALES TAXES BILLED OR COLLECTED. IF FOR ANY OTHER REASON, THE REVENUE REPORTED ABOVE DOES NOT AGREE WITH TOTAL OPERATING REVENUES ELSEWHERE REPORTED, ATTACH THOSE STATEMENTS THAT RECONCILE THE DIFFERENCE. (EXPLAIN IN DETAIL)**

David Schofield
SIGNATURE OF OWNER OR OFFICIAL
623 935-2837
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS



DAY OF

COUNTY NAME
<u>Maricopa</u>
MONTH
<u>April</u>
YEAR
<u>2011</u>

Charles Seltz
SIGNATURE OF NOTARY PUBLIC

MY COMMISSION EXPIRES June 22, 2013

**VERIFICATION
AND
SWORN STATEMENT
RESIDENTIAL REVENUE
Intrastate Revenues Only**

RECEIVED
APR 16 2011
ACC UTILITIES DIRECTOR

VERIFICATION

STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME) MARICOPA	
NAME (OWNER OR OFFICIAL) David Schofield	TITLE General Manager
COMPANY NAME ADAMAN MUTUAL WATER COMPANY	

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH 12	DAY 31	YEAR 2010
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HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.


SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENTS OF TITLE 40, ARTICLE 8, SECTION 40-401.01, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS RECEIVED FROM RESIDENTIAL CUSTOMERS DURING CALENDAR YEAR 2010 WAS:

ARIZONA INTRASTATE GROSS OPERATING REVENUES \$ 127,884

**THE AMOUNT IN BOX AT LEFT
INCLUDES \$ 8,530
IN SALES TAXES BILLED, OR COLLECTED)**

***RESIDENTIAL REVENUE REPORTED ON THIS PAGE
MUST INCLUDE SALES TAXES BILLED.**



SIGNATURE OF OWNER OR OFFICIAL

623 935-2837

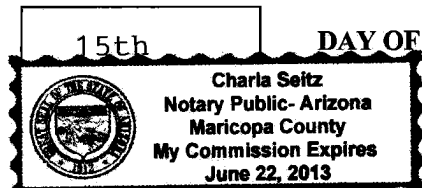
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF


THIS 15th **DAY OF**

(SEAL)



MY COMMISSION EXPIRES JUNE 22, 2013

NOTARY PUBLIC NAME Charla Seitz	
COUNTY NAME Maricopa	
MONTH April	.20 11



SIGNATURE OF NOTARY PUBLIC